



Federal Stafford/SLS/PLUS/Consolidation Request for Forbearance

Please read entire form before signing. All items must be completed or indicated "N/A" if not applicable. Incomplete items will be cause for rejection.

Return completed form to: Iowa Student Loan, Ashford II Building, 6775 Vista Drive, West Des Moines, IA 50266-9305, Phone: (800) 243-7552, Fax: (515) 223-9535

Borrower's Name: _____

Borrower's Account Number: _____

Borrower's E-mail Address: _____

Address: _____

City: _____ State: _____ Zip: _____

Telephone Number: _____

If the telephone number I provide at any time is for a cellular telephone or other wireless device, I authorize the school, the lender, the guarantor, the Department or their agents to contact me at such number regarding my loan request or my loan(s) using automated telephone dialing equipment or artificial or prerecorded voice messages.

Borrower Financial Data

Employer Name: _____

Address: _____

City: _____ State: _____ Zip: _____

Telephone Number: _____ Total Monthly Gross Income: \$ _____

Other Income: \$ _____ Source of Other Income: _____

Monthly Expenses: Rent/Mortgage: \$ _____ Utilities: \$ _____ Food: \$ _____

Student Loans: \$ _____ Other: \$ _____

Reason for Request (Check one): [] Hardship [] Internship/Residency [] Align Repayment [] Mandatory Forbearance [] In-school (Please refer to the back of this form for an explanation of the Reason for Request listed above.)

Comments: _____

Forbearance Request From: _____ / _____ to _____ / _____ MM / YY MM / YY

If the forbearance I have requested does not cover the entire delinquency of my loan(s), I authorize Iowa Student Loan to extend it so all delinquency will be covered.

I understand that any outstanding interest will be added to and become part of the loan at the end of the forbearance period. This may result in an increased monthly payment amount. I will resume payments within forty-five (45) days of the forbearance end date as determined by Iowa Student Loan. The exact amount of the monthly payment will be calculated at the end of the forbearance. The calculation of the payment amount will be in accordance with all applicable laws governing student loans. I understand that should my situation under which I applied for this forbearance change, I must notify Iowa Student Loan. I wish to have the forbearance for which I applied placed on all loans which fall under the guidelines for federally insured loans. I agree to repay this debt in accordance with the terms set forth in my promissory note. The above information is true and correct to the best of my knowledge.

Borrower's Signature: _____ Date: _____

Forbearance and Definitions and Documentation Requirements

Hardship This type of forbearance can be granted when a borrower has shown that repayment of his/her student loan(s) would constitute a hardship under his/her current economic situation. This forbearance is granted based on lender discretion.

Internship/Residency This type of forbearance is granted when a borrower has used his/her maximum twenty-four (24) months of internship/residency deferment. The borrower must return the signed forbearance form, along with documentation verifying his/her internship/residency position, and the dates he/she is registered with the program. The forbearance can be granted in yearly increments or through the end of the internship/residency period, on depending on which is more recent.

Alignment of Repayment This type of forbearance is granted to borrowers who wish to align the repayment of Federal Stafford Loans and Federal Supplemental Loans for Students (SLS). Since Federal Stafford Loans receive a grace period after the student’s graduation date, a forbearance is offered to Federal SLS loans to bring the borrower’s account into repayment at the same time. The borrower must have both Federal Stafford and Federal SLS loans to be eligible for this forbearance. The SLS loan must have been on a school deferment from the time of its disbursement to the student’s graduation date.

***Mandatory* 1)** This type of forbearance is granted to borrowers whose Title IV student loan monthly payments are equal to or exceed 20% of the borrowers individual gross income. The borrower must return the signed forbearance form, along with documentation verifying his /her most recent total monthly gross income from employment and all other sources and documentation verifying his/ her monthly payments on all Title IV student loans. **2)** This type of forbearance is granted to borrowers who are serving in a national service position. The borrower must return the signed forbearance form, along with documentation from their national service supervisor, verifying the program he/she is participating in, and the dates he/she will be involved in the program. **3)** This type of forbearance is granted to borrowers who are performing military service that would qualify the borrower for repayment of the loan under the Student Loan Repayment Programs administered by the U.S. Department of Defense. The borrower must return the signed forbearance form, along with documentation verifying the dates he/she is considered to be eligible for this program.

In School This type of forbearance can be granted on Federal PLUS loans while the dependent student is attending a Title IV school on at least a half-time basis. The borrower must return the signed forbearance form along with the student’s name, Social Security number, name of school and dates attending.

The purpose of this chart is to help you estimate the amount of interest that would accrue on your loan every month so that you can estimate how much would be added to your loan’s principal if the interest is capitalized.

Approximate Monthly Accrued Interest if Interest Rate is:						
Principal	6.00%	7.00%	8.00%	9.00%	10.00%	11.00%
\$1,000.00	\$5.00	\$5.83	\$6.67	\$7.50	\$8.33	\$9.17
\$2,000.00	\$10.00	\$11.67	\$13.33	\$15.00	\$16.67	\$18.33
\$3,000.00	\$15.00	\$17.50	\$20.00	\$22.50	\$25.00	\$27.50
\$4,000.00	\$20.00	\$23.33	\$26.67	\$30.00	\$33.33	\$36.67
\$5,000.00	\$25.00	\$29.17	\$33.33	\$37.50	\$41.67	\$45.83
\$6,000.00	\$30.00	\$35.00	\$40.00	\$45.00	\$50.00	\$55.00
\$7,000.00	\$35.00	\$40.83	\$46.67	\$52.50	\$58.33	\$64.17

The advantage of capitalizing interest is not being required to make interest payments during periods of forbearance. The disadvantage would be paying more in interest charges over the life of your loan because your interest charges will be added to your principal balance. Your monthly payment amount may be higher if you choose to capitalize.